



Memorandum

DATE: July 26, 2007

TO: All Interested Parties

FROM: Nancy C. Wrona, Director
Air Quality Division

SUBJECT: Recommended Corrections to Fee Structure
Stakeholder Meetings

You are invited to attend stakeholder meetings at the Arizona Department of Environmental Quality for the Arizona Permit Fees rulemaking.

In 2004, a stakeholder process resulted in a new fee structure for permit processing, annual emission, and annual administrative fees. These fees fund the functions in the Arizona Air Quality Division that are responsible for permit related activities including processing applications and ensuring compliance with permit requirements. The intent of the 2004 fee structure, to increase the operational revenue of the Air Quality Division, has not been met. Resulting revenues have been substantially lower than expected and are insufficient to maintain the solvency of the program.

ADEQ will hold two meetings to review current and projected revenues, to explain underlying assumptions that have proven incorrect, and to present recommended corrections to the fee structure.

**August 2, 2007 9:30 AM ADEQ, Conference Room 250
1110 West Washington Street, Phoenix, AZ 85007**

**August 10, 2007 1:30 PM ADEQ, Conference Room 250
1110 West Washington Street, Phoenix, AZ 85007**

If necessary, a third meeting will be held on:

**August 16, 2007 1:30 PM ADEQ, Conference Room 145
1110 West Washington Street, Phoenix, AZ 85007**

Attached for your information and review are a Permit Fees Rule Timeline, White Paper on Permit Fee Amendments and Draft Rule.

For additional information about these meetings, contact Carrie Bojda at (602) 771-4210.